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ARTICLE 5

RELATING TO CAPITAL DEVELOPMENT PROGRAM

SECTION 1. Proposition to be submitted to the people.

At the general election to be held on the Tuesday next after the first Monday in November 2022, there shall be submitted to the people ("People") of the State of Rhode Island ("State"), for their approval or rejection, the following proposition:

"Shall the action of the general assembly, by an act passed at the January 2022 session, authorizing the issuance of bonds, refunding bonds, and temporary notes of the State of Rhode Island for the capital projects and in the amount with respect to each such project listed below be approved, and the issuance of bonds, refunding bonds, and temporary notes authorized in accordance with the provisions of said act?"

Project

(1) University of Rhode Island Narragansett Bay Campus \$100,000,000

Provides one hundred million dollars (\$100,000,000) to fund repairs and construct new facilities on the University of Rhode Island's Narragansett Bay Campus in support of the educational and research needs for the marine disciplines.

(2) Rhode Island School Buildings \$250,000,000

Approval of this question will allow the state of Rhode Island to issue general obligation bonds, refunding bonds, and/or temporary notes in an amount not to exceed two hundred fifty million dollars (\$250,000,000) to provide direct funding for school construction projects, such as the construction of new school facilities and the rehabilitation of existing school facilities.

(3) Green Economy Bonds \$50,000,000

Approval of this question will allow the State of Rhode Island to issue general obligation bonds, refunding bonds, and/or temporary notes in an amount not to exceed fifty million dollars (\$50,000,000) for environmental and recreational purposes, to be allocated as follows:

(a) Municipal Resiliency \$16,000,000

Provides sixteen million dollars (\$16,000,000) for up to seventy-five percent (75%) matching grants to municipalities for restoring and/or improving resiliency of infrastructure, vulnerable coastal habitats, and restoring rivers and stream floodplains. These funds are expected to leverage significant matching funds to support local programs to improve community resiliency

1 and public safety in the face of increased flooding, major storm events, and environmental
2 degradation.

3 (b) Small Business Energy Loan Program \$5,000,000

4 Provides five million dollars (\$5,000,000) for grants for small businesses to remove
5 impediments to clean energy project implementation and would provide zero interest and below
6 market rate loans for clean energy projects.

7 (c) Narragansett Bay and Watershed Restoration \$3,000,000

8 Provides three million dollars (\$3,000,000) for activities to restore and protect the water
9 quality and enhance the economic viability and environmental sustainability of Narragansett Bay
10 and the state's watersheds. Eligible activities include nonpoint source pollution abatement,
11 including stormwater management; nutrient loading abatement; commercial, industrial and
12 agricultural pollution abatement; and riparian buffer and watershed ecosystem restoration.

13 (d) Forest Restoration \$3,000,000

14 Provides three million dollars (\$3,000,000) to maintain forest and wildlife habitat and
15 infrastructure on state properties, including state management areas.

16 (e) Brownfields Remediation and Economic Development \$4,000,000

17 Provides four million dollars (\$4,000,000) for up to eighty percent (80%) matching grants
18 to public, private, and/or nonprofit entities for brownfield remediation projects.

19 (f) State Land Acquisition Program \$3,000,000

20 Provides three million dollars (\$3,000,000) for the State to acquire fee simple interest or
21 conservation easements to open space, farmland, watershed, and recreation lands.

22 (g) Local Land Acquisition Matching Grant Program \$2,000,000

23 Provides two million dollars (\$2,000,000) for up to fifty percent (50%) matching grants to
24 municipalities, local land trusts and nonprofit organizations to acquire fee-simple interest,
25 development rights, or conservation easements on open space and urban parklands.

26 (h) Local Recreation Development Matching Grant Program \$2,000,000

27 Provides two million dollars (\$2,000,000) for up to eighty percent (80%) matching grants
28 to municipalities to acquire, develop, or rehabilitate local public recreational facilities in Rhode
29 Island.

30 (i) Roger Williams Park and Zoo \$12,000,000

31 Provides twelve million dollars (\$12,000,000) for Roger Williams Park and Zoo for the
32 construction of a state-of-the-art-carbon-neutral education center.

33 SECTION 2. Ballot labels and applicability of general election laws.

34 The Secretary of State shall prepare and deliver to the State Board of Elections ballot labels

1 for each of the projects provided for in Section 1 hereof with the designations "approve" or "reject"
2 provided next to the description of each such project to enable voters to approve or reject each such
3 proposition. The general election laws, so far as consistent herewith, shall apply to this proposition.

4 SECTION 3. Approval of projects by people.

5 If a majority of the People voting on the proposition in Section 1 hereof shall vote to
6 approve any project stated therein, said project shall be deemed to be approved by the People. The
7 authority to issue bonds, refunding bonds and/or temporary notes of the State shall be limited to
8 the aggregate amount for all such projects as set forth in the proposition, which has been approved
9 by the People.

10 SECTION 4. Bonds for capital development program.

11 The General Treasurer is hereby authorized and empowered, with the approval of the
12 Governor, and in accordance with the provisions of this act to issue capital development bonds in
13 serial form, in the name of and on behalf of the State of Rhode Island, in amounts as may be
14 specified by the Governor in an aggregate principal amount not to exceed the total amount for all
15 projects approved by the People and designated as "capital development loan of 2022 bonds."
16 Provided, however, that the aggregate principal amount of such capital development bonds and of
17 any temporary notes outstanding at any one time issued in anticipation thereof pursuant to Section
18 7 hereof shall not exceed the total amount for all such projects approved by the People. All
19 provisions in this act relating to "bonds" shall also be deemed to apply to "refunding bonds."

20 Capital development bonds issued under this act shall be in denominations of one thousand
21 dollars (\$1,000) each, or multiples thereof, and shall be payable in any coin or currency of the
22 United States which at the time of payment shall be legal tender for public and private debts. These
23 capital development bonds shall bear such date or dates, mature at specified time or times, but not
24 mature beyond the end of the twentieth State fiscal year following the fiscal year in which they are
25 issued; bear interest payable semi-annually at a specified rate or different or varying rates: be
26 payable at designated time or times at specified place or places; be subject to express terms of
27 redemption or recall, with or without premium; be in a form, with or without interest coupons
28 attached; carry such registration, conversion, reconversion, transfer, debt retirement, acceleration
29 and other provisions as may be fixed by the General Treasurer, with the approval by the Governor,
30 upon each issue of such capital development bonds at the time of each issue. Whenever the
31 Governor shall approve the issuance of such capital development bonds, the Governor's approval
32 shall be certified to the Secretary of State; the bonds shall be signed by the General Treasurer and
33 countersigned by Secretary of State and shall bear the seal of the State. The signature approval of
34 the Governor shall be endorsed on each bond.

1 SECTION 5. Refunding bonds for 2022 capital development program.

2 The General Treasurer is hereby authorized and empowered, with the approval of the
3 Governor, and in accordance with the provisions of this act, to issue bonds to refund the 2022
4 capital development program bonds, in the name of and on behalf of the state, in amounts as may
5 be specified by the Governor in an aggregate principal amount not to exceed the total amount
6 approved by the People, to be designated as "capital development program loan of 2022 refunding
7 bonds" (hereinafter "Refunding Bonds").

8 The General Treasurer with the approval of the Governor shall fix the terms and form of
9 any Refunding Bonds issued under this act in the same manner as the capital development bonds
10 issued under this act, except that the Refunding Bonds may not mature more than twenty (20) years
11 from the date of original issue of the capital development bonds being refunded.

12 The proceeds of the Refunding Bonds, exclusive of any premium and accrual interest and
13 net the underwriters' cost, and cost of bond issuance, shall, upon their receipt, be paid by the General
14 Treasurer immediately to the paying agent for the capital development bonds which are to be called
15 and prepaid. The paying agent shall hold the Refunding Bond proceeds in trust until they are applied
16 to prepay the capital development bonds. While such proceeds are held in trust, the proceeds may
17 be invested for the benefit of the State in obligations of the United States of America or the State
18 of Rhode Island.

19 If the General Treasurer shall deposit with the paying agent for the capital development
20 bonds the proceeds of the Refunding Bonds, or proceeds from other sources, amounts that, when
21 invested in obligations of the United States or the State of Rhode Island, are sufficient to pay all
22 principal, interest, and premium, if any, on the capital development bonds until these bonds are
23 called for prepayment, then such capital development bonds shall not be considered debts of the
24 State of Rhode Island for any purpose starting from the date of deposit of such monies with the
25 paying agent. The Refunding Bonds shall continue to be a debt of the State until paid.

26 The term "bond" shall include "note," and the term "refunding bonds" shall include
27 "refunding notes" when used in this act.

28 SECTION 6. Proceeds of capital development program.

29 The General Treasurer is directed to deposit the proceeds from the sale of capital
30 development bonds issued under this act, exclusive of premiums and accrued interest and net the
31 underwriters' cost, and cost of bond issuance, in one or more of the depositories in which the funds
32 of the State may be lawfully kept in special accounts (hereinafter cumulatively referred to as "such
33 capital development bond fund") appropriately designated for each of the projects set forth in
34 Section 1 hereof which shall have been approved by the People to be used for the purpose of paying

1 the cost of all such projects so approved.

2 All monies in the capital development bond fund shall be expended for the purposes
3 specified in the proposition provided for in Section 1 hereof under the direction and supervision of
4 the Director of Administration (hereinafter referred to as "Director"). The Director or his or her
5 designee shall be vested with all power and authority necessary or incidental to the purposes of this
6 act, including but not limited to, the following authority: (a) to acquire land or other real property
7 or any interest, estate or right therein as may be necessary or advantageous to accomplish the
8 purposes of this act; (b) to direct payment for the preparation of any reports, plans and
9 specifications, and relocation expenses and other costs such as for furnishings, equipment
10 designing, inspecting and engineering, required in connection with the implementation of any
11 projects set forth in Section 1 hereof; (c) to direct payment for the costs of construction,
12 rehabilitation, enlargement, provision of service utilities, and razing of facilities, and other
13 improvements to land in connection with the implementation of any projects set forth in Section 1
14 hereof; and (d) to direct payment for the cost of equipment, supplies, devices, materials and labor
15 for repair, renovation or conversion of systems and structures as necessary for the 2022 capital
16 development program bonds or notes hereunder from the proceeds thereof. No funds shall be
17 expended in excess of the amount of the capital development bond fund designated for each project
18 authorized in Section 1 hereof. With respect to the bonds and temporary notes described in Section
19 1, the proceeds shall be used for the following purposes:

20 Question 1, relating to bonds in the amount of one hundred million dollars (\$100,000,000)
21 to fund repairs and construct new facilities on the University of Rhode Island's Narragansett Bay
22 Campus in support of the educational and research needs for the marine disciplines.

23 Question 2, relating to bonds in the amount of two hundred fifty million dollars
24 (\$250,000,000) to provide funding for the construction, renovation, and rehabilitation of the state's
25 public schools pursuant to § 45-38.2-4 (f).

26 Question 3, relating to bonds in the amount of fifty million dollars (\$50,000,000) for
27 environmental and recreational purposes, to be allocated as follows:

28 (a) Municipal Resiliency \$16,000,000

29 Provides sixteen million dollars (\$16,000,000) for up to seventy-five percent (75%)
30 matching grants to municipalities for restoring and/or improving resiliency of infrastructure,
31 vulnerable coastal habitats, and restoring rivers and stream floodplains. These funds are expected
32 to leverage significant matching funds to support local programs to improve community resiliency
33 and public safety in the face of increased flooding, major storm events, and environmental
34 degradation.

- 1 (b) Small Business Energy Loan Program \$5,000,000
 2 Provides five million dollars (\$5,000,000) for grants for small businesses to remove
 3 impediments to clean energy project implementation and would provide zero interest and below
 4 market rate loans for clean energy projects.
- 5 (c) Narragansett Bay and Watershed Restoration \$3,000,000
 6 Provides three million dollars (\$3,000,000) for activities to restore and protect the water
 7 quality and enhance the economic viability and environmental sustainability of Narragansett Bay
 8 and the state's watersheds. Eligible activities include nonpoint source pollution abatement,
 9 including stormwater management; nutrient loading abatement; commercial, industrial and
 10 agricultural pollution abatement; and riparian buffer and watershed ecosystem restoration.
- 11 (d) Forest Restoration \$3,000,000
 12 Provides three million dollars (\$3,000,000) to maintain forest and wildlife habitat and
 13 infrastructure on state properties, including state management areas.
- 14 (e) Brownfields Remediation and Economic Development \$4,000,000
 15 Provides four million dollars (\$4,000,000) for up to eighty percent (80%) matching grants
 16 to public, private, and/or nonprofit entities for brownfield remediation projects.
- 17 (f) State Land Acquisition Program \$3,000,000
 18 Provides three million dollars (\$3,000,000) for the State to acquire fee simple interest or
 19 conservation easements to open space, farmland, watershed, and recreation lands.
- 20 (g) Local Land Acquisition Matching Grant Program \$2,000,000
 21 Provides two million dollars (\$2,000,000) for up to fifty percent (50%) matching grants to
 22 municipalities, local land trusts and nonprofit organizations to acquire fee-simple interest,
 23 development rights, or conservation easements on open space and urban parklands.
- 24 (h) Local Recreation Development Matching Grant Program \$2,000,000
 25 Provides two million dollars (\$2,000,000) for up to eighty percent (80%) matching grants
 26 to municipalities to acquire, develop, or rehabilitate local public recreational facilities in Rhode
 27 Island.
- 28 (i) Roger Williams Park and Zoo \$12,000,000
 29 Provides twelve million dollars (\$12,000,000) for Roger Williams Park and Zoo for the
 30 construction of a state-of-the-art-carbon-neutral education center.

31 SECTION 7. Sale of bonds and notes.
 32 Any bonds or notes issued under the authority of this act shall be sold at not less than the
 33 principal amount thereof, in such mode and on such terms and conditions as the General Treasurer,
 34 with the approval of the Governor, shall deem to be in the best interests of the State.

1 Any premiums and accrued interest, net of the cost of bond issuance and underwriter's
2 discount, which may be received on the sale of the capital development bonds or notes shall become
3 part of the Rhode Island Capital Plan Fund of the State, unless directed by federal law or regulation
4 to be used for some other purpose.

5 In the event that the amount received from the sale of the capital development bonds or
6 notes exceeds the amount necessary for the purposes stated in Section 6 hereof, the surplus may be
7 used to the extent possible to retire the bonds as the same may become due, to redeem them in
8 accordance with the terms thereof or otherwise to purchase them as the General Treasurer, with the
9 approval of the Governor, shall deem to be in the best interests of the state.

10 Any bonds or notes issued under the provisions of this act and coupons on any capital
11 development bonds, if properly executed by the manual or electronic signatures of officers of the
12 State in office on the date of execution, shall be valid and binding according to their tenor,
13 notwithstanding that before the delivery thereof and payment therefor, any or all such officers shall
14 for any reason have ceased to hold office.

15 SECTION 8. Bonds and notes to be tax exempt and general obligations of the State.

16 All bonds and notes issued under the authority of this act shall be exempt from taxation in
17 the State and shall be general obligations of the State, and the full faith and credit of the State is
18 hereby pledged for the due payment of the principal and interest on each of such bonds and notes
19 as the same shall become due.

20 SECTION 9. Investment of moneys in fund.

21 All monies in the capital development fund not immediately required for payment pursuant
22 to the provisions of this act may be invested by the investment commission, as established by
23 Chapter 10 of Title 35, entitled "State Investment Commission," pursuant to the provisions of such
24 chapter; provided, however, that the securities in which the capital development fund is invested
25 shall remain a part of the capital development fund until exchanged for other securities; and
26 provided further, that the income from investments of the capital development fund shall become
27 a part of the general fund of the State and shall be applied to the payment of debt service charges
28 of the State, unless directed by federal law or regulation to be used for some other purpose, or to
29 the extent necessary, to rebate to the United States treasury any income from investments (including
30 gains from the disposition of investments) of proceeds of bonds or notes to the extent deemed
31 necessary to exempt (in whole or in part) the interest paid on such bonds or notes from federal
32 income taxation.

33 SECTION 10. Appropriation.

34 To the extent the debt service on these bonds is not otherwise provided, a sum sufficient to

1 pay the interest and principal due each year on bonds and notes hereunder is hereby annually
2 appropriated out of any money in the treasury not otherwise appropriated.

3 SECTION 11. Advances from general fund.

4 The General Treasurer is authorized, with the approval of the Director and the Governor,
5 in anticipation of the issue of notes or bonds under the authority of this act, to advance to the capital
6 development bond fund for the purposes specified in Section 6 hereof, any funds of the State not
7 specifically held for any particular purpose; provided, however, that all advances made to the
8 capital development bond fund shall be returned to the general fund from the capital development
9 bond fund forthwith upon the receipt by the capital development fund of proceeds resulting from
10 the issue of notes or bonds to the extent of such advances.

11 SECTION 12. Federal assistance and private funds.

12 In carrying out this act, the Director, or his or her designee, is authorized on behalf of the
13 State, with the approval of the Governor, to apply for and accept any federal assistance which may
14 become available for the purpose of this act, whether in the form of loan or grant or otherwise, to
15 accept the provision of any federal legislation therefor, to enter into, act and carry out contracts in
16 connection therewith, to act as agent for the federal government in connection therewith, or to
17 designate a subordinate so to act. Where federal assistance is made available, the project shall be
18 carried out in accordance with applicable federal law, the rules and regulations thereunder and the
19 contract or contracts providing for federal assistance, notwithstanding any contrary provisions of
20 State law. Subject to the foregoing, any federal funds received for the purposes of this act shall be
21 deposited in the capital development bond fund and expended as a part thereof. The Director or his
22 or her designee may also utilize any private funds that may be made available for the purposes of
23 this act.

24 SECTION 13. Effective Date.

25 Sections 1, 2, 3, 11, 12 and this Section 13 of this article shall take effect upon passage.
26 The remaining sections of this article shall take effect when and if the State Board of Elections shall
27 certify to the Secretary of State that a majority of the qualified electors voting on the proposition
28 contained in Section 1 hereof have indicated their approval of all or any projects thereunder.